

June 17, 2011

Phyllis Beaulieu
Manager of Licensing
Nunavut Water Board
P.O. Box 119
Gjoa Haven, NU
X0B 1J0

Re: NWB License No. 2BE-CGP1012 – Revision to Spill Contingency Plan

Dear Ms. Beaulieu,

This correspondence is being submitted in response to Part H: Section 2 a) of the Terms and Conditions attached to the above referenced license issued by the Nunavut Water Board on July 26, 2010 which requested that a camp schematic be included as a part of the Spill Contingency Plan for the Coronation Gulf Project.

Further to correspondence sent the Nunavut Water Board on August 12, 2010 it was not possible to submit an accurate camp schematic at that time as the Eureka camp was in a winterized/storage state and had not been in active use for several seasons, however as per the notification of land use that was submitted to the requisite authorities on May 26, 2011 the Eureka camp has now been re-established and is currently occupied.

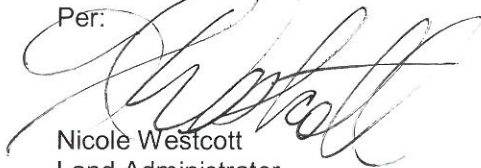
Enclosed please find a revised Spill Contingency Plan for the Coronation Gulf Project dated June 15, 2011 which has had a camp schematic inserted into Appendix II. Please note that the tents, fuel drums, propane canisters, etc. shown on the figure are not to scale and are for illustrative purposes only.

If you have any questions regarding this submission please contact the undersigned at your convenience.

Yours truly,

STORNOWAY DIAMOND CORPORATION

Per:



Nicole Westcott
Land Administrator

Enclosures: *Spill Contingency Plan, The Coronation Gulf Project, Revised June 15, 2011*

Cc: Tracey McCaie, Land Administrator Specialist – INAC
Phyllis Beaulieu, Manager of Licensing - Nunavut Water Board
Baba Pedersen, Resource Management Officer
Andrew Keim, Water Resources Officer